

These statements are based on various assumptions made by the Company, many of which are beyond its control and all of which are subject to risks and uncertainties. The Company is subject to many risk factors including but not limited to the demand for seismic services, the demand for data from the Company's MultiClient library, the attractiveness of PGS' technology, changes in governmental regulations affecting markets, technical downtime, licenses and permitting, currency and fuel price fluctuations, and extreme weather conditions.

Contracts for services are occasionally modified by mutual consent and in certain instances may be cancelled by customers at short notice without compensation. Consequently, the order book as of any particular date may not be indicative of actual operating results for any succeeding period.

The market is still weak and in an early recovery phase after the severe impact of the covid-19 pandemic. The Company expects the market to continue to recover, but it continues to be a risk that such recovery is weaker than expected and that the Company may be dependent on achieving certain liquidity preservation initiatives including the extension of the scheduled debt amortizations or other debt related initiatives to retain a sufficient liquidity reserve, and that further impairments of non-current assets, including property and equipment, intangible assets and the MultiClient library, may arise in future periods.

For a further description of other relevant risk factors, we refer to the Annual Report for 2020. As a result of these and other risk factors, actual events and actual results may differ materially from those indicated in or implied by such forward-looking statements.

Note 17 – Expanded Segment Disclosures

Condensed Consolidated Statements of Profit and Loss and Other Comprehensive Income

	Quarter ended					
			September 30,			
	2021	2020	2021	2020	2021	2020
	Segment Reporting		Adjustments		As Reported	
(In millions of US dollars)						
Revenues and Other Income	131.7	116.1	10.0	(31.0)	141.7	85.1
Cost of sales	(65.6)	(17.5)	-	-	(65.6)	(17.5)
Research and development costs	(1.6)	(1.8)	-	-	(1.6)	(1.8)
Selling, general and administrative costs	(8.9)	(8.4)	-	-	(8.9)	(8.4)
Amortization and impairment of MultiClient library	(70.7)	(70.2)	0.6	26.1	(70.1)	(44.1)
Depreciation and amortization of non-current assets (excl. MultiClient library)	(24.4)	(17.7)	-	-	(24.4)	(17.7)
Impairment and loss on sale of non-current assets (excl. MultiClient library)	-	-	-	-	-	-
Other charges, net	(1.0)	0.1	-	-	(1.0)	0.1
Total operating expenses	(172.2)	(115.5)	0.6	26.1	(171.6)	(89.4)
Operating profit (loss)/EBIT	(40.5)	0.6	10.6	(4.9)	(29.9)	(4.3)
Share of results from associated companies	(0.2)	-	-	-	(0.2)	-
Interest expense	(26.9)	(20.1)	-	-	(26.9)	(20.1)
Other financial expense, net	(2.4)	(4.2)	-	-	(2.4)	(4.2)
Income (loss) before income tax expense	(70.0)	(23.7)	10.6	(4.9)	(59.4)	(28.6)
Income tax	(1.3)	(4.0)	-	-	(1.3)	(4.0)
Net income (loss) to equity holders of PGS ASA	(71.3)	(27.7)	10.6	(4.9)	(60.7)	(32.6)
Other comprehensive income						
Items that will not be reclassified to profit and loss	(2.5)	10.1	-	-	(2.5)	10.1
Items that may be subsequently reclassified to profit and loss	0.9	1.3	-	-	0.9	1.3
Other comprehensive income (loss) for the period, net of tax	(1.6)	11.4	-	-	(1.6)	11.4
Total comprehensive income (loss) to equity holders of PGS ASA	(72.9)	(16.3)	10.6	(4.9)	(62.3)	(21.2)